

COMMITTEE ON LEGISLATIVE RESEARCH  
OVERSIGHT DIVISION

**FISCAL NOTE**

L.R. No.: 0473-01  
Bill No.: HB 119  
Subject: Economic Development; Education, Elementary and Secondary; Taxation and Revenue  
Type: Original  
Date: January 8, 2003

---

**FISCAL SUMMARY**

<b>ESTIMATED NET EFFECT ON GENERAL REVENUE FUND</b>			
<b>FUND AFFECTED</b>	<b>FY 2004</b>	<b>FY 2005</b>	<b>FY 2006</b>
<b>Total Estimated Net Effect on General Revenue Fund</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

<b>ESTIMATED NET EFFECT ON OTHER STATE FUNDS</b>			
<b>FUND AFFECTED</b>	<b>FY 2004</b>	<b>FY 2005</b>	<b>FY 2006</b>
None			
<b>Total Estimated Net Effect on Other State Funds</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

Numbers within parentheses: ( ) indicate costs or losses.  
This fiscal note contains 4 pages.

<b>ESTIMATED NET EFFECT ON FEDERAL FUNDS</b>			
<b>FUND AFFECTED</b>	<b>FY 2004</b>	<b>FY 2005</b>	<b>FY 2006</b>
None			
<b>Total Estimated Net Effect on <u>All</u> Federal Funds</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

<b>ESTIMATED NET EFFECT ON LOCAL FUNDS</b>			
<b>FUND AFFECTED</b>	<b>FY 2004</b>	<b>FY 2005</b>	<b>FY 2006</b>
<b>Local Government</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

### **FISCAL ANALYSIS**

#### **ASSUMPTION**

Officials from the **Department of Economic Development, Department of Elementary and Secondary Education** and the **Department of Revenue** each state this proposal would not fiscally impact their respective agencies.

Officials from the **City of Kansas City** state this proposal might have a fiscal impact, however, the extent of the impact is unknown at this time.

Officials from the **North Kansas City School District (NKCSO)** did not respond to **Oversight's** request for fiscal impact. However, in response to a similar proposal from a previous year, NKCSO stated this proposal would guarantee notification to the school district if a TIF would come to the district, but would have no fiscal impact. The NKCSO stated this notification is already happening in some areas of the state, but this bill would make it mandatory.

#### **ASSUMPTION** (continued)

Officials from the **Kansas City School District, City of St. Louis, St. Louis Public Schools, City of Springfield, Springfield Public Schools, City of North Kansas City, North Kansas City School District, City of Chesterfield** and the **Parkway School District** did not respond to our request for fiscal impact.

**Oversight** assumes the newly required approval of TIF proposals by affected school districts would not, in itself, create a fiscal impact to the local governments.

<u>FISCAL IMPACT - State Government</u>	FY 2004 (10 Mo.)	FY 2005	FY 2006
	<u><b>\$0</b></u>	<u><b>\$0</b></u>	<u><b>\$0</b></u>

<u>FISCAL IMPACT - Local Government</u>	FY 2004 (10 Mo.)	FY 2005	FY 2006
	<u><b>\$0</b></u>	<u><b>\$0</b></u>	<u><b>\$0</b></u>

#### FISCAL IMPACT - Small Business

Small businesses within proposed tax increment financing projects could possibly be impacted by this proposal.

#### DESCRIPTION

This proposal requires school board approval of all tax increment allocation financing proposals when residential and multifamily properties are included in the redevelopment area.

This legislation is not federally mandated, would not duplicate any other program and would not require additional capital improvements or rental space.

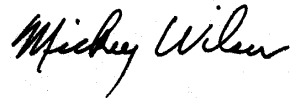
#### SOURCES OF INFORMATION

Department of Economic Development

RAS:LR:OD (12/02)

Department of Revenue  
Department of Elementary and Secondary Education  
City of Kansas City

**NOT RESPONDING:**      **Kansas City School District, St. Louis City, St. Louis Public Schools, Springfield Public Schools, City of North Kansas City, City of Chesterfield, Parkway School District, City of Springfield, North Kansas City School District.**



Mickey Wilson, CPA  
Director  
January 8, 2003